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UNITED STATES DISTRICT COURT CENTRAL DISTRICT OF CALIFORNIA

IN THE MATTER OF:)	NO. CV 09-0	08102 (MMM) (RZx)
MICHELLE WEEKS and MARIA SANDOVAL each individually and on behalf of others similarly situated,))))	TO THE ST	ENT AND FEE
PLANTIFF,)	_	e: August 29, 2011 e: 10:00 AM
v.))	Courtroom: Judge:	
KELLOG COMPANY, a Delaware)		
corporation; KELLOG USA INC.,)		
a Michigan corporation; KELLOG)		
SALES COMPANY, a Delaware)		
corporation and DOES 1-100)		
)		

,1 SUMMARY

- 2 As a Settlement Class Member, I object to the proposed settlement and argue the
- 3 cy pres funding is inappropriate in that it fails to meet the purpose of establishing such
- 4 funds, that the appointment and compensation of Class Representative Michelle Weeks is
- 5 inappropriate and finally that the attorney fee application is excessive when one considers
- 6 the level of success achieved, the benefit to the class members, the basis for calculation
- 7 of the fee and the evidence utilized in developing the lodestar.
- In short, this action would now appear to be less about compensating the
- 9 purchasers of deceptively labeled puffed rice and more about ensuring attorney
- 10 compensation based on deceptively characterized levels of success and puffed fee claims.

11 BACKGROUND

- I am a member of the settlement class and have provided my full name, address
- 13 and telephone number. This document reflects the grounds and legal support for my
- 14 objections. It is my intent to appear at the settlement hearing. Proof of class membership
- 15 and my signature are submitted and contained in my Declaration (Shaun J. Mathers,
- 16 attached). I have not objected to any class action settlement, in any court within the past
- 17 five years.
- On November 4, 2009, Kellog Company issued a press release stating its intent to
- 19 discontinue its "immunity" claims on the packaging of Rice Krispies cereal. The
- 20 Plaintiff's recitals contained within the settlement agreement and submitted to the Court
- 21 report that this action was taken subsequent to Kellog Company receiving a Civil
- 22 Investigative Demand letter from the State of Oregon's Attorney General challenging the
- 23 immunity claims made on Rice Krispies cereal boxes.

¹ Objecting Class Member purchased a box of Rice Krispies cereal in January of 2010. The Court's order approving the Class defines same as purchasers of this product between "June 1, 2009 and March 1, 2009." In reviewing the record I assume and believe the end date, "March 1, 2009" is erroneous and should actually reflect "March 1, 2010." I proceed on that assumption.

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On November 5, 2009, the first of several lawsuits was filed against Kellog
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   Company. Said lawsuits over time have been consolidated and now make up this action
   currently before the Court.
         On December 17, 2009, the State of Oregon's Attorney General announced a
 5 settlement of Kellog Company's "questionable product marketing allegations." The
6 settlement reportedly required Kellog Company to donate 480,000 boxes of cereal, with a
   wholesale value of $1,478,000 to Oregon food banks (Exhibit A).
         On June 3, 2010, Kellog Company agreed to new advertising restrictions to settle
   claims made by the Federal Trade Commission (FTC) regarding the immunity and health
  benefits provided by Rice Krispies. The FTC action In the Matter of Kellog Company,
  Docket No. C-4262 resulted in a concurring statement being issued by FTC
12 Commissioner Julie Brill and Chairman John Leibowitz (Exhibit B). The commissioners
  publicly expressed their concerns that Kellog Company had pursued its Rice Krispies
  immunity boosting marketing campaign at the exact same time they were settling
   deceptive cognitive enhancement claims made about their Frosted Mini-Wheat product.
         On September 10, 2010, a stipulated settlement was agreed to in the matter of
16
  Dennis and Koz v. Kellog CV 09-CV-01786 (IEG) WMG. The matter was submitted to
18 and approved by Judge Irma E. Gonzalez, Chief Judge of the United States District Court
19 - Southern District. This case was similar to the instant case in that it involved
20 allegations of deceptive advertising as to the cognitive benefits associated with the
21 consumption of another Kellog Company product, Frosted Mini-Wheat. The terms of
22 this settlement were also similar to the instant case in that class members could receive
23 up to $5 for each box of cereal, with a maximum $15, paid from a common fund. It also
24 includes donation of cereal to a cy pres fund. The settlements differ considerably in
25 regards to the amounts. The Frosted Mini-Wheat settlement fund is $2.75 million. The
   fee application submitted by class counsel is paid by Kellog Company and is not drawn
  from the common fund. The cy pres distribution is valued at $5.5 million; though it is
28 not clear whether this is a retail or wholesale value. On April 4'2011 Judge Gonzalez
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1 awarded \$2.4 million in fees and costs which represented approximately 19% of the 2 settlement value.

Settlement was reached in this case, Weeks v. Kellog, on January 10, 2010. The
settlement provides for a common fund of \$2.5 million. Class members can submit for
reimbursement of up to \$5 for each box of cereal purchased with a maximum distribution
of \$15 per household. Claim amounts may be proportionately reduced dependent upon
the amount in the fund and the number of claims against it. The award of attorney fees
and payments to class representatives are treated as priority claims in that they are paid
from the common fund prior to any reimbursement calculation or payment to the
remaining class members. A cy pres food distribution, with a retail value of \$2.5 million
is established. This distribution is divided between two recipients, Westside Food Bank
and Feeding America. There are several non economic conditions related to future
advertising activities conducted by Kellog Company. The settlement contains a number
of "free sailing" agreements between the parties. The parties have presented this

The Federal Judicial Center's publication, (Managing Class Action Lawsuits: A Pocket Guide for Judges; 3rd Edition, Rothstein and Willging 2010) summarizes the purpose of such hearings. They describe the settlement approval process as the "most important and challenging assignments judges face in the class action arena." They indicate this is the result of several factors including the unambiguous placement of the judge in the role of protecting the class member's interests. They further describe this activity as follows:

"The judge's assigned task of approving or disapproving a class settlement presents exceptional challenges. Some courts "have gone so far as to term the district judge in the settlement phase of a class action suit a fiduciary of the class" and to impose "the high duty of care that the law requires of fiduciaries." Reynolds v. Beneficial National Bank, 288 F.3d 277, 280 (7th Cir. 2002)."

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- ,1 The judge in these matters is further burdened by the fact that while it is generally
- 2 agreed that the adversarial process encourages the parties to report the facts favorable to
- 3 their respective position, the nature of a class action settlement often removes that
- 4 incentive, requiring the judge to look beyond what is presented and make an independent
- 5 assessment as to the fairness and appropriateness of the settlement. The manual also
- 6 describes "hot button indicators" that may signal potential difficulties in valuing the
- 7 settlement. The proposed settlement includes at least three factors that fall within the
- 8 confines of that list, namely the cy pres fund, the non-economic relief and the possibility
- 9 of collusion.

10 OBJECTIONS

- 11 Cy Pres Fund as Presented is Inappropriate.
- The cy pres fund suffers from two distinct material flaws, adequacy of distribution
- 13 and undisclosed relationships.
- This case is a nationwide class action. Class members are residents located
- 15 through the 50 states. Westside Food Bank, who receives half of the cy pres distribution,
- 16 is a localized charitable organization. A review of the Westside Food Bank website
- 17 (Exhibit C) reveals that this institution's mission is "to distribute as much food as
- 18 possible to local agencies" and that the organization "supplies food to the food assistance
- 19 programs of social service agencies in Santa Monica, Venice, Culver City, West Los
- 20 Angeles, West Hollywood, Inglewood, and the LAX area." This very narrow distribution
- 21 chain, affecting and benefiting only a small geographic area of a single county within this
- 22 vast nation cannot credibly be argued to be of benefit to the entire settlement class. The
- 23 Westside Food Bank distribution is in direct contradiction to the concepts espoused in Six
- 24 Mexican Workers v. Arizona Citrus Growers which invalidated a cy pres distribution
- 25 because the "proposal benefits a group far too remote from the plaintiff class"
- Both cy pres recipients, Feed America and Westside Food Bank, also suffer an
- 27 additional infirmity, undisclosed relationships with parties and counsel. Feed America
- 28 has an existing relationship with Kellog Company. Kellog Company is listed as a

- 1 "Leadership Partner" on the Feed America website (Exhibit D). Westside Food Bank
- 2 maintains an existing relationship with the law firm Milstein Adelman and both parties
- 3 reflect their relationship on their respective websites. In fact the Milstein Adelman
- 4 website relates "Every year, all of the attorneys volunteer at the Westside Food Bank and
- 5 sort food for the hungry." While I find such philanthropy praiseworthy, the benefits
- 6 received by counsel and parties (signage, good will, etc.), the failure to disclose these
- 7 existing relationships and the failure to provide any language in the settlement proposal
- 8 prohibiting the supplanting of existing efforts casts serious dispersions on both these
- 9 beneficiaries. Considering the wide variety of national charitable efforts that must exist
- 10 without such ties to counsel or parties, this selection is nothing less than questionable.
- 11 Appointment and Compensation of Class Representative Michelle Weeks is
- 12 Inappropriate.
- While some clients maintain an attorney on retainer, this would appear to be an
- 14 instance where an attorney maintains a client on retainer. Excluding Weeks lending of
- 15 her name to this matter and her attendance at a single deposition, there exists no evidence
- 16 of her involvement other than vague assertions and conclusions as to her involvement and
- 17 benefit to the class. A review of Class Counsel Avila's declaration would suggest that
- 18 Ms. Avila and Mr. Rubenstein had identified the deceptive advertising of Rice Krispies
- 19 as a potential legal issue in October 2009. Counsel originally filed suit on behalf of
- 20 Sabena Kammula in December 2009. In May 2010 counsel moved to replace Kammula
- 21 with Weeks. Class Representative Weeks maintains an existing and apparently beneficial
- 22 relationship with Mr. Rubenstein. Mr. Rubenstein (as well as Ms. Edith Kallas of
- 23 Whately Drake) represented Ms. Weeks in Michelle Weeks v. Mead Johnson Nutrition
- 24 Company 2:2009 CV 5835 which was filed in August 2009. Mr. Rubenstein also
- 25 represents Weeks as a named plaintiff in Katie Francis v. Nestle Healthcare Nutrition Inc.
- 26 2:2010 CV 09544.
- A class representative has an absolute fiduciary responsibility to the class members
- 28 they represent. They should ensure the legal efforts, the payment for which is ultimately

- 1 the responsibility of the class, are reasonable, necessary and efficient. They have the
- 2 ability to negotiate the legal fee in advance of the matter and should continue to monitor
- 3 and direct the efforts of counsel throughout the course of litigation. While the judge
- 4 eventually assumes this same role in the Fairness Hearing, they do so post settlement and
- 5 as a result operate more as an after the fact monitor than as a client. There is absolutely
- 6 no evidence in the record that Ms. Weeks performed these crucial functions. The nature
- 7 of her multiple representative relationships with counsel in this matter actually call into
- 8 question her ability to perform her vital functions without conflict.

9 ATTORNEY FEES CLAIM

- I believe the fee request as presented to be excessive and I specifically attack
- 11 counsels' methodology in awarding fees, their valuation of this settlement, their
- 12 characterization of success, their lodestar calculations and their proposed multiplier.

13 Methodology

- 14 Counsel's fee motion essentially argues an entitlement to 25% of the value of the
- 15 settlement and they support their proposition by comparing this amount to their lodestar
- 16 calculations. They cite Hanlon v. Chrysler Corp., 150 F.3d 1011 (9th Cir. 1998) to
- 17 establish the precedent that either the lodestar or percentage of recovery may be
- 18 applicable. While they are correct in that application they omit the fact that Hanlon
- 19 applied the lodestar method and the award of fees represented 4.5% of the valuation.
- 20 Also cited is Six Mexican Workers v. Arizona Citrus Growers, 904 F.2d 1301 (9th Cir.
- 21 1990) in an apparent effort to establish the 25% award as the standard and ignoring the
- 22 language that states "The benchmark percentage should be adjusted, or replaced by a
- 23 lodestar calculation, when special circumstances indicate that the percentage recovery
- 24 would be either too small or too large in light of the hours devoted to the case or other
- 25 relevant factors." In other words, contrary to the artfully implied assertions of counsel,
- 26 there stands no bright line rule governing the fee recovery. The award of fees is soundly
- 27 within the discretion of the trial court, is based on a wide variety of factors and nuances,

- 1 may swing up or down considerably and its appropriateness is measured against case law,
- 2 the market and public policy concerns.
- The Supreme Court recently delved into many of the issues regarding fee claims
- 4 in their ruling Perdue v Kenny A. (U.S. Sup Ct, Apr. 21, 2010, No. 08-970) 2010. While
- 5 this case dealt primarily with loadstar calculations resulting from a statutory fee award,
- 6 the discussion is illustrative of the Court's consideration of fee awards in general. It
- 7 establishes a reasonable fee as one that is "sufficient to induce a capable attorney to
- 8 undertake the representation," but does not provide "a form of economic relief to improve
- 9 the financial lot of attorneys."
- While the applicants argue for a percentage that is cross checked against their
- 11 lodestar, their arguments fall short on a number of accounts.
- 12 Valuation of Settlement
- 13 Counsel argues the value of this settlement exceeds \$5.4 million. This calculation
- 14 is based on \$2.5 million of common fund added to the cy pres fund which counsel values
- 15 at \$2.5 million plus some \$400 thousand related to administrative costs. Counsel further
- 16 argues significant benefit resulting from injunctive relief.
- I take issue with the valuation of the cy pres fund and any benefit attributed to the
- 18 injunctive relief.
- The \$2.5 million attributed to the cy pres fund is expressed as a "retail" value.
- 20 This method of valuation substantially fails for at least two reasons. The retail value of
- 21 any product expresses the cost of manufacturing, the profit to the manufacturer, the cost
- 22 and profit enhancement of the wholesaler, the cost to the retailer as well as the retailer's
- 23 overhead expenses related to stocking, handling, advertising, sale and profit. The mark-
- 24 ups associated with every step in this chain are substantial and inappropriate to use in this
- 25 valuation. Kellog has no claim to any part of the aforementioned consumer chain after
- 26 their product is sent to the wholesaler. It is also easy to believe that if \$2.5 million in
- 27 cash were provided to the cy pres recipients to purchase these same products that

- 1 negotiations and market forces would allow them to obtain substantially more product
- 2 than is provided here.
- Allowing the use of the retail value substantially increases the appearance of value
- 4 but disgorges far less from Kellog than is at first apparent. This also has the effect of
- 5 substantially increasing the attorney fee claim.
- The Objecting Class Member believes the cy pres relief should be valued on a
- 7 "cost of manufacturing" basis and asserts there is sufficient information in the record to
- 8 effectively estimate the same. A cost of manufacturing basis represents the wholesale
- 9 cost, less wholesaler mark-up and profit to the manufacturer. The Oregon Attorney
- 10 General's Press Release announcing his office's settlement with Kellog reported that
- 11 Kellog would provide 480,000 boxes of cereal to Oregon food banks. The Eugene
- 12 Oregon Register Guard newspaper reported (Exhibit E) the wholesale value of this
- 13 donation at \$1.15 million, or \$2.40 per box of cereal. The Kellog Fact Sheet (Exhibit F)
- 14 states 2009 earnings at \$12.6 billion and reflects operating profits of \$2 billion. Thus
- 15 profits represent about 16% of revenue. Reducing the wholesale price of \$2.40 per box
- 16 by this 16% profit margin values each box at about \$2.02 and if the cy pres donation
- 17 represents 500,000 boxes of cereal, the effective cash value of this portion of the
- 18 settlement is in reality \$1.01 million in benefit to the class.
- The injunctive relief adds no real value to this settlement. The language within the
- 20 settlement is effectively a restatement of agreements previously made by Kellog to the
- 21 Oregon Attorney General's Office and the Federal Trade Commission. It provides no
- 22 additional benefit to the class and should not be utilized to establish any level of success
- 23 or be the basis for any enhancement of fees.
- I respectfully request the Court adopt these calculations which gives the settlement
- 25 an effective total value of \$3.9 million.
- 26 Characterization of Success
- 27 While counsel contends they have achieved a significant if not remarkable level of
- 28 success in this matter, the Objecting Class Member views the matter quite differently.

- 1 Success should be defined relative to the range of expected recovery. While that is often
- 2 difficult to assess, the record in this matter presents significant clues useful in evaluating
- 3 that range.
- The first starting point is revenue and profit. Kellog reports in its fact sheet that
- 5 North American retail cereal sales represent approximately one quarter, or \$3.1 billion, of
- 6 net sales. Profits related to this segment are approximately \$500 million annually.
- 7 Kellog's Rice Krispies, one of their oldest and best known brands undoubtedly represents
- 8 a significant share of those sales and profits.
- More telling though is Kellog's actions related to the Oregon Attorney General's
- 10 letter. Kellog immediately settled the claims, discontinued the marketing program and
- 11 donated half a million dollars of cereal to Oregon food banks. The 2010 census reflects
- 12 the Oregon population at 3.8 million, representing about 1.2% of the 308 million
- 13 residents of the United States. The Oregon settlement if it were provided on a nationwide
- 14 basis would have a value exceeding \$40 million, or roughly 10 times the value of this
- 15 settlement, a fact that could not have gone unnoticed by the executives and counsel of
- 16 Kellog Company.
- The Frosted Mini-Wheat Settlement is also an excellent benchmark by which to
- 18 measure this settlement. It presented similar legal claims regarding the deceptive
- 19 marketing of a cereal product. This lawsuit settled on very similar terms for class
- 20 members (\$5 per box of cereal purchased with a maximum recovery of \$15 per
- 21 consumer). Very different were the size of the common fund, the cy pres fund and the
- 22 total valuation of the settlement. The Mini-Wheat settlement was valued by the court at
- 23 some \$12 million dollars, or three times the value of this settlement.
- This case contained no novel questions of law. It was simply a question of
- 25 whether the immunity claims were deceitful and were supported by fact. When faced
- 26 with the same or similar question in every other forum (Oregon, Federal Trade
- 27 Commission, Mini-Wheat suit), the Kellog Company folded its hand.

- .1 The relatively low costs as well as the length and degree of depositions are
- 2 illuminative. Less than \$25 thousand was expended in costs, with about one third of that
- 3 amount attributed to travel as well as a considerable sum for mediation. The record
- 4 would appear to reflect less than four days worth of depositions. This case would appear
- 5 to have been more an exercise in negotiations than litigation.
- 6 Counsel utilizes the fact that at the time they submitted their motion and fee claim
- 7 no class member had objected and few had opted out to establish that the settlement and
- 8 fee is reasonable. This representation was premature in that now at least one objection
- 9 has been lodged. Counsel, if they are in fact familiar and experienced with class actions,
- should recognize that few class members object or opt out of these types of cases,
- 11 particularly when their anticipated recovery is of very small value, as is the case here.
- As was previously discussed, the injunctive value, being an essential restatement of
- 13 previous settlements by Kellog Company can hardly be characterized as a major
- 14 achievement.
- The proposed settlement in this case is modest by comparison to the benchmark
- 16 representing one third to one tenth of the recovery made in the other matters.
- 17 Considering the substantial nature of Kellog Company, it is even less remarkable
- 18 representing a minute fraction of profits and revenue. It fails to even disgorge the
- 19 substantial profits the corporation reaped when it embarked on this deceitful marketing
- 20 plan. While perhaps falling into the low end of the range of an acceptable settlement, it is
- 21 nothing to write home about.
- 22 Lodestar Calculations
- The objecting class member specifically attacks the adequacy of evidence related
- 24 to time and hourly rate, the stated hourly rates, the reasonableness of the time and the
- 25 multiplier.
- Counsel has submitted no detailed evidence of billing making it impossible to
- 27 assess the reasonableness and appropriateness of their respective fee claims. Their
- 28 compilations are so void of detail they can hardly even be described as "block billing," a

- ,1 practice which may subject the submitter to an immediate percentage reduction In re
- 2 Samuel R. Pierce, Jr., 190 F.3d 586, 593-594 (D.C.Cir. 1999), (the D.C. Circuit
- 3 confirmed that its general practice was to reduce vaguely entered hours of plaintiffs'
- 4 attorneys by 10%). H.J. Inc. v. Flygt Corp., 925 F.2d 257, 260 (8th Cir. 1991) (upheld a
- 5 district court's reduction of hours billed by the prevailing plaintiff's attorney by 20% for
- 6 vague billing entries) Gratz v. Bollinger, 353 F.Supp.2d 929, 939 (E.D. Mich. 2005),
- 7 (reduced requested fees 10% due to block billing and vague entries).
- The fee applicants also fail in their burden to establish comparable market rates in
- 9 that other than their personal declarations of rates, they provide no outside evidence of
- 10 what similar legal vendors might charge for similar work.
- The hourly rates requested by the applicants are no less than extraordinary. A
- 12 review of the various submissions in support of the fee motion reveals that more than 20
- 13 attorneys billed against the matter with some rates, even prior to the application of the
- 14 proposed multiplier, exceeding \$800 per hour. The Supreme Court in Perdue v Kenny A.
- 15 remarking on a similar rate with some incredulity indicated the "attorneys would earn as
- 16 much as some of the richest law firms in the country."
- As previously stated the lack of detail related to the billing makes it difficult to
- 18 assess but some specific concerns even stand out based on the submissions.
- The submission of Mr. Rubenstein's round figure of 250 hours of labor seems
- 20 merely coincidental, until one reviews his expended costs, which reflect exactly \$200 for
- 21 photocopies, \$60 for postage and \$40 telephone/facsimile. The fact that each of these
- 22 figures falls on a round number is nothing less than a coincidence of supreme magnitude.
- A review of Ms. Avila's declaration is not as revealing until one compares it to her
- 24 firms submission related to fees in Thompson v. Biotab Nutraceuticals, Inc. (Los Angeles
- 25 Superior Court Case No. BC414808). In this matter Ms. Avila's firm represented the
- 26 plaintiff and argued that the defendant's claims regarding their product's ability to
- 27 enhance penis size were deceitful to the consumer. They managed to settle with the
- 28 defendant for some \$12 million dollars and Ms. Gillian Wade subsequently filed a

- 1 declaration with the court which included a billing statement (Exhibit G) labeled as
- 2 "Exhibit #1" in this December 9, 2010, submission. In comparing this billing statement
- 3 to Ms. Avila's declaration it appears that rates within the firm have changed.
- The billing statement references an attorney "GW" who is presumably Ms. Wade.
- 5 Her rates appear to have risen substantially, going from \$500 per hour to \$550 per hour in
- 6 the most recent submission, a significant increase during a time of economic downturn.
- 7 Perhaps more puzzling is the rate change for "IM" who is presumably Mr. Issac Miller.
- 8 His rate has fallen from \$300 per hour to \$275 per hour. While both Ms. Avila's and Ms.
- 9 Wade's declarations assert these rates are those normally "charged by these time keepers
- 10 in non-contingency litigation matters" these variations can only cause one to speculate
- 11 that the fee schedule is somewhat less fixed than presented.
- 12 Multiplier
- Applicants request a lodestar multiplier of 1.2 to their fee claim arguing it is
- 14 "justified in light of the contingent nature of this action." Perdue v Kenny A. discussed
- 15 the application of a multiplier indicating "the lodestar figure includes most, if not all, of
- 16 the relevant factors constituting a 'reasonable' attorney's fee." The fifth factor described
- 17 in Hensley v Eckerhart is the nature of the fee, whether it is "fixed or contingent."
- 18 Though the applicants allude to "future work" they provide a thin description and no
- 19 estimate of time or expense related to the same. The lodestar should contain all relevant
- 20 adjustments for risk, performance and contingency making this multiplier inappropriate.
- 21 If the multiplier is simply viewed as vehicle to adjust the fee based on
- 22 performance, success, adequacy of fee, complexity of the case or other factors not
- 23 contained or inadequately addressed within the lodestar, there exists in this case a strong
- 24 argument for an inverse multiplier. The block billing would argue for an immediate .1
- 25 reduction from the base. The fact that comparable case(s) have settled for two to three
- 26 times more than the value of this matter would support a .3 reduction. The novelty,
- 27 complexity and risk being low would additionally support a reduction of .02 which would

- 1 equate to a .58 multiplier and a rate that this Objecting Class Member could support. The
- 2 fee request when subjected to this multiplier results in an award of \$665,674

3 CONCLUSION

- A jaded observer might opine that the applicants believe they are simply entitled to
- 5 25% of this recovery, that they have inflated the stated value of this claim, and they now
- 6 submit bloated fees increased by a multiplier designed to support this alleged entitlement.
- 7 In any event, this settlement represents beer and peanuts that is presented and billed as
- 8 champagne and caviar.

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- The Objecting Class Member respectfully requests the Court:
- 1) Reject the portions of the settlement related to cy pres recipients until nationwide non-affiliated charities are identified and substituted.
- 12 2) Remove Ms. Weeks as Class Representative, amend her status to that of Class
 13 Member and allow her only that compensation commensurate with Class
 14 Member status.
 - 3) Adopt the calculations contained in this document in relation to the valuation of the settlement and establish the total value at \$3.9 million.
 - 4) Award attorney fees in the amount of \$663,000 which represents 17% of \$3.9 million fund value.
- Finally, while I have attempted to comply with all court rules and established legal
- 20 niceties, I fully recognize that my lack of legal education and training have left me
- 21 wanting in that regard. As such I thank the Court in advance for its patience and
- 22 consideration of this submission.

24 Respectfully Submitted

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Shaun J. Mathers

EXHIBIT A

Oregon Department of Justice Attorney General John Kroger

Oregon DOJ Home | Media | Current Releases | 2009 | December 17, 2009 Media Release

KELLOGG SETTLEMENT WILL PROVIDE NEARLY 500,000 BOXES OF CEREAL TO THE HUNGRY

December 17, 2009

Settlement over questionable health claims will provide Oregon Food Bank with 108,000 boxes of cereal, Feeding America will receive 372,000

Attorney General John Kroger today announced that Kellogg Company has agreed to donate nearly 500,000 boxes of cereal to organizations that feed the hungry as part of a settlement over questionable product marketing allegations.

"Kellogg should be credited with addressing the allegations quickly and constructively," said Attorney General Kroger. "This settlement will directly benefit Oregonians who are hungry."

The case focused on cereal box marketing claims that Rice Krispies "helps support your child's immunity." The claim was part of a promotional campaign for Rice Krispies, Cocoa Krispies, Frosted Krispies and MultiGrain Jumbo Krispies.

Today's settlement requires Kellogg to stop shipping cereal boxes with the immunity language by January 15, destroy more than 2 million units of packaging with the immunity claim, and cease making such health claim unless it provides the Oregon Department of Justice with advance notice and competent reliable scientific evidence.

Kellogg also will contribute 108,000 boxes of cereal to Oregon Food Bank (\$332,000 wholesale value) and 372,000 boxes to Feeding America (\$1,146,000 wholesale value). The donated cereal boxes contain 5,760,000 servings.

"We thank Attorney General Kroger's office for its work to ensure the integrity of our food and to help fight hunger," said Mike Moran, OFB's food resource manager. "This donation will fill breakfast bowls for hungry children throughout Oregon."

The timing of this settlement is especially important because hunger has reached record levels. Distribution of emergency food and the number of people served throughout the Oregon Food Bank Network escalated to historic highs during the past fiscal year and remains at alarmingly high levels.

Every month, more than 86,000 children eat meals from emergency food boxes. The U.S. Department of Agriculture reported that Oregon has one of the highest hunger rates in the country. Hunger affects a child's development, health, ability to learn and potential for a fulfilling and productive life.

Here's how you can help:

- Fill a bag with food and take it to any Jiffy Lube or U.S. Bank. Watch for other businesses in your neighborhood that are collecting food for the OFB Network.
- Donate cash online at www.oregonfoodbank.org.
- Visit www.oregonfoodbank.org to learn about many other ways to help.

David Hart, Assistant Attorney in Charge of the Financial Fraud/Consumer Protection Unit, handled the case for the Oregon Department of Justice.

Attorney General John Kroger leads the Oregon Department of Justice. The Department's mission is to fight crime and fraud, protect the environment, improve child welfare, and defend the rights of all Oregonians.

Contact:

Tony Green, (503) 378-6002 tony.green@doj.state.or.us

EXHIBIT B

In the Matter of Kellogg Company, FTC Docket No. C-4262

Concurring Statement of Commissioner Julie Brill and Chairman Jon Leibowitz

June 3, 2010

Today the Commission announced that it has modified the order previously entered in this matter to bar the world's leading producer of breakfast cereals, the Kellogg Company ("Kellogg"), from making unsubstantiated or misleading claims about the health benefit of any food it produces, markets, or sells. The Commission's action is in response to dubious health claims made by Kellogg regarding the ability of its Rice Krispies cereal to boost children's immunity. We approve of the Commission's action announced today, and we appreciate the hard work of FTC staff who obtained the order modification.

We write separately, however, because we are concerned that while Kellogg was developing its questionable Rice Krispies campaign last year, it was simultaneously negotiating with the FTC to resolve earlier allegations that the company had deceptively marketed Frosted Mini-Wheats as improving children's attentiveness.

In April 2009, the Commission made public its concern that Kellogg had engaged in false advertising by claiming repeatedly — on the Internet, in print ads, on TV, and on product packaging — that eating a bowl of Frosted Mini-Wheats cereal was "clinically shown to improve kids' attentiveness by nearly 20%." The Commission alleged that the claims were untrue and therefore violated Sections 5 and 12 of the FTC Act. Kellogg resolved the Commission's concern about the Frosted Mini-Wheats campaign by agreeing in February 2009 to a proposed consent order that prohibits Kellogg from making false or unsubstantiated claims about the benefits, performance, or efficacy of Frosted Mini-Wheats, or any other morning food or snack food, for cognitive function, cognitive processes, or cognitive health. After publishing an analysis of the proposed settlement in the Federal Register, and after the close of a public comment period, the Commission issued its final Decision and Order on July 27, 2009, incorporating the terms of the negotiated settlement.

What is particularly disconcerting to us is that at the same time that Kellogg was making promises to the Commission regarding Frosted Mini-

¹ In re Kellogg Co., FTC Docket No. C-4262 (Compl. Apr. 20, 2009), available at http://www.ftc.gov/os/caselist/0823145/090420kelloggcmpt.pdf, id. (Exs. A-H), available at http://www.ftc.gov/os/caselist/0823145/090420kelloggcomplaintexha-h.pdf.

² 15 U.S.C. §§ 45, 52.

³ Kellogg, supra note 1 (Decision and Order, July 27, 2009), available at http://www.ftc.gov/os/caselist/0823145/090731kelloggdo.pdf.

Wheats, the company was preparing to make problematic claims about Rice Krispies.

Around July 2009, Kellogg unveiled a new advertising campaign for Rice Krispies and other varieties of Krispies cereals (including Cocoa Krispies) that promoted the purported benefits of the Krispies cereals for children's immunity. On product packaging, for example, Kellogg claimed that Rice Krispies cereal "now helps support your child's immunity," with "25 percent Daily Value of Antioxidants and Nutrients — Vitamins A, B, C, and E." The back of the cereal box stated that "Kellogg's Rice Krispies has been improved to include antioxidants and nutrients that your family needs to help them stay healthy."

Kellogg's dubious claims that Rice Krispies boosts children's immunity were no doubt months in the making, as they required development by Kellogg's creative team, designing and printing of new packaging, the production of a new television commercial, and approval by management, before the new campaign's public roll-out in the summer of 2009. In light of the timing of the launch of the Rice Krispies campaign, it is reasonable to conclude that planning for the new "immunity" claims was well underway while Kellogg was negotiating and finalizing its agreement with the FTC to not make unsubstantiated "cognitive ability" claims about Frosted Mini-Wheats.

In 2009, Kellogg had sales of nearly \$13 billion and a marketing and advertising budget of over \$1 billion. The company clearly has the means and ability to carefully test its children's food products to determine if the products in fact provide health benefits for kids. We are also confident that Kellogg has the wherewithal to carefully develop truthful and nonmisleading advertising about such health benefits. As a trusted, long-established company with a presence in millions of American homes, Kellogg must not shirk its responsibility to do the right thing when it advertises the food we feed our children.

We hope that the Commission action announced today communicates to industry that it has an obligation to be honest with the public, and that the FTC will act swiftly to challenge questionable health claims about children's food products. Our kids and parents deserve no less.

⁴ See Kellogg Company 2009 Annual Report, at 56 (Note 18), available at http://annualreport2009.kelloggcompany.com/note18-10K.html.

EXHIBIT C

Page I of I

What Is Westside Food Bank?

| Print |

About

Westside Food Bank is an independent, non-governmental, 501(c)(3) nonprofit corporation founded in 1981, which provides food to social service agencies on the Westside of Los Angeles County. Our food often enables low-income people to stay in their homes, deterring the problem of homelessness, because it saves them from having to make the agonizing choice between paying for rent or food when they can't afford both. Receiving our food also enables our 70 member-agencies to devote more of their own resources to other ways of helping clients achieve self respect and economic independence.

The Food Bank acquires as much food as possible through donations, but we must still purchase approximately half of our food from wholesale merchants at the best volume prices we can obtain. Purchasing food allows us to consistently provide our member agencies with the most nutritious food possible. The Food Bank also receives produce from a



statewide "Farm to Family" distribution program. Our Extra Helpings Westside Program, which recovers food that would otherwise be thrown away from bakeries, restaurants, caterers and food suppliers, provides about one third of the food we distribute. Thanks to the economies of scale and our efficient operation, we can acquire five pounds of food for each donated dollar.

Westside Food Bank is proud to be a member of the Westside Shelter & Hunger Coalition which is committed to ending local hunger and homelessness through service coordination, public education, and advocacy. The Westside Shelter & Hunger Coalition is a program of Community Partners. The Coalition's new Strategic Plan was made possible by a generous grant from the Jewish Community Foundation of Los Angeles .

Who we serve:

Westside Food Bank supplies food to the food assistance programs of social service agencies in Santa Monica, Venice, Culver City, West Los Angeles, West Hollywood, Inglewood, and the LAX area. Through the services of our member agencies, our food reaches the most vulnerable members of these communities, including:

- Children in preschool, after-school, and day-care programs who don't get enough to eat at home and whose health, academic performance, and general well-being are threatened by hunger.
- Unemployed, under-employed, and working poor people who need help making ends meet.
- Seniors on fixed incomes and the frail elderly.
- Women and children living in domestic violence shelters.
- Homeless individuals who are without the basic necessities.
- The mentally ill, the disabled, and those with chronic illnesses who need assistance.
- Veterans who may face the challenges of readjustment, ill-health, or poverty.

Close Window

Special Thanks

| Print |

Year after year, businesses and organizations throughout the community help us in so many ways. We'd like to extend a special thanks to everyone who has helped us over the years! The following is a list, in no particular order, of organizations that have continually offered their support. Without their generosity and kindness, Westside Food Bank would not be where it is today.

Summit Entertainment

Getty Center

Wells Fargo Bank

Bloomingdales of Santa Monica

Santa Monica Yoga

Hulu

Curves

TRUST! Beauty Salon

Olympic Chiropractic

Milstein Adelman Law Firm

Bingham McCutchen

California United Bank

RAND Corporation

Morgan Stanley

Mindfire Entertainment

Hart, Watters & Carter

Education Trust







blooming dale's













BINGHAM





Morgan Stanley

Mindfire Entertainment





PS Arts

Dwyer-Curlett & Co.

UCLA

LMU

Westwood Presbyterian Church

Brentwood Presbyterian Church

Parish of St. Matthew

Unitarian Universalist of Santa Monica

First United Methodist Church of Santa Monica

Beth Shir Shalom

P.S. A RTS



















Close Window

Welcome to Westside Food Bank!

| Print |

Help Westside Food Bank provide food for local families in need this spring season. Make your spring donation and/or sign up to become a virtual fundraiser and invite your friends and family to support our cause as well. Thanks for giving the gift of nourishment this season.

Westside Food Bank's mission is to distribute as much food as possible to local agencies with food assistance programs and to reduce food waste on the Westside of Los Angeles County. As the food bank warehouse for the Westside since 1981, we annually distribute nearly 4 million pounds of food to the food assistance programs of 65 Westside social service agencies. We do not distribute food directly to individuals, only to agencies.

If you need food assistance, click here for our list of food pantries.

Close Window

EXHIBIT D

Leadership Partners

Page 1 01 2

Case 2:09-cv-08102-MMM -RZ Document 144 Filed 07/25/11 Page 27 of 38 Page ID

MY COMMUNITY CENTER JOIN: Email Address

Donate Now

EN ESPAÑOL

HOW WE FIGHT

Mission and Values

Programs & Services

Advocacy and Public Policy

Our Food Bank Network

Our Partners

Leadership Partners

ConAgra Foods

Food Lion LLC

General Mills

Idol Gives Back

Kellogg Company

Kraft Foods and Kraft Foods

Foundation

Kroger

The Lincy Foundation

Nestié

Pepsico

Procter & Gamble

The Starr Foundation

SUPERVALU

Walmart and the Walmart

Foundation

Mission Partners

Supporting Partners
Promotional Partners

Celebrity Partners

Media Partners

Related Organizations

Donate Now

Leadership Partners













Join: Email A Iress Stay Connected: FEEDING AMERICA JOIN THE FIGHT AGAINST HUNGER:

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Feeding America is a 501 (c)(3) non-profit recognized by the IRS.

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Search

Q

Kellogg Company

Page 1 of 2

Case 2:09-cv-08102-MMM -RZ Document 144 Filed 07/25/11 Page 29 of 38 Page ID

MY COMMUNITY CENTER JOIN: Email Address

Donate Now

EN ESPAÑOL

HOW WE FIGHT HUNGER

Mission and Values

Programs & Services

Advocacy and Public Policy

Our Food Bank Network

Our Partners

Leadership Partners

ConAgra Foods

Food Lion LLC

General Mills

Idol Gives Back

Kellogg Company

Kraft Foods and Kraft Foods Foundation

Kroger

The Lincy Foundation

Nestlé

Pepsico

Procter & Gamble

The Starr Foundation

SUPERVALU

Walmart and the Walmart

Foundation

Mission Partners
Supporting Partners

Promotional Partners

Celebrity Partners

Media Partners

Related Organizations

Donate Now

Kellogg Company

KELLOGG COMPANY

"Kellogg Company's partnership with Feeding America and its national network of food banks spans three decades. We know that our financial contributions, product donations and committed volunteers are helping hungry children and families."

Kelloggis

David Mackay, President and Chief Executive Officer

Kellogg Company has been a long-standing and committed donor, contributing more than 224 million pounds of food over the last ten years to Feeding America and its network. In fiscal year 2008, Kellogg committed \$100,000 toward our disaster preparedness efforts. Most recently, Kellogg's responded to our request for disaster support in a big way, contributing \$250,000 to our disaster fund and more than 400,000 pounds of product to help us respond to the disasters we have faced so far this year, including Hurricanes lke and Gustav, and the flooding in the Midwest.

DONATE NOW

Support Feeding America, \$25 helps to provide meals to feed a family of four for two weeks!

\$25 = 175 meals

O \$50 = 350 meals

O \$100 = 700 meals

Other

Donate Now

JOIN NOW

Want to stay informed about hunger & the solutions to the issue? Join our community.

Enter Email address

GC

Page 2 of 2

Kellogg Company
Case 2:09-cv-08102-MMM -RZ Document 144 Filed 07/25/11 Page 30 of 38 Page ID

JOIN THE FIGHT AGAINST HUNGER:

		Search						٩			
Join:	Email A ≯ tress Stay C	Connected:		-		-					
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EXHIBIT E

Kellogg to donate food in deal with Oregon | Financial | The Register-Guard | Eugene, Or... Page 3 of 7 Case 2:09-cv-08102-MMM -RZ Document 144 Filed 07/25/11 Page 32 of 38 Page ID #:2645

the company's cereal boxes

By I	lene	Ale	shire
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The Register-Guard

Appeared in print: Thursday, Dec. 24, 2009, page B4

The Kellogg Co. will donate almost 500,000 boxes of cereal to feed hungry people and change some of its marketing material after Oregon Attorney General John Kroger challenged the company's claims that its cereal helps children's immunity.

Kroger issued a subpoena, demanding that the company supply documents supporting the claims, Kroger's spokesman, Tony Green, said Wednesday. "After that we moved quickly to settlement."

The case focused on cereal box marketing claims that Rice Krispies "helps support your child's immunity," Green said. "The claim was part of a promotional campaign for Rice Krispies, Cocoa Krispies, Frosted Krispies and MultiGrain Jumbo Krispies."

The settlement Kellogg reached with the attorney general's office requires the company to stop shipping cereal boxes anywhere in the country with the immunity language by Jan. 15, destroy more than 2 million units of packaging with the immunity claim, and cease making such health claims unless it provides the state Department of Justice with advance notice "and competent reliable scientific evidence," Green said.

Kellogg also will contribute 108,000 boxes of cereal, with a wholesale value of \$332,000, to the Oregon Food Bank and 372,000 boxes, with a wholesale value of almost \$1.15 million, to Feeding America, a national organization that fights hunger, Green said.

"Kellogg should be credited with addressing the allegations quickly and constructively," Kroger said in a statement. "This settlement will directly benefit Oregonians who are hungry."

Kellogg issued a statement thanking Kroger's office "for its work to ensure the integrity of our food and to help fight hunger. This donation will fill breakfast bowls for hungry children throughout Oregon."

Kroger's office said the timing of the settlement was especially important because hunger has reached record levels. "Distribution of emergency food and the number of people served throughout the Oregon Food Bank Network escalated to historic highs during the past fiscal year and remains at alarmingly high levels."

Previous: Rise in holiday travel expected as gas prices drop just a little

Next: Guantanamo may have to stay open until 2011

Advertisement

Kellogg to donate food in deal with Oregon | Financial | The Register-Guard | Eugene, Or... Page / or / Case 2:09-cv-08102-MMM -RZ Document 144 Filed 07/25/11 Page 33 of 38 Page ID #:2646

a.m. to 10:30 a.m. on weekends and holidays.

- To place a display advertisement: (541) 485-1234, ext. 2421
- To place a classified advertisement or a paid obituary: (541) 342-1212
- Newsroom fax: (541) 683-7631
- Sports fax: (541) 687-6674
- Main switchboard: (541) 485-1234

E-mail

mailto:feedback%40registerguard.com

News tip hotline

Call 541-338-2727 or e-mail <u>mailto:newstips%40registerguard.com</u> to reach The Register-Guard newsroom directly with news tips.

Send general news releases to <u>mailto:rgnews%40registerguard.com</u>. To contact individual staff members, see our <u>online directory</u>.

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EXHIBIT F

Hellogg's







A foundation stock for your portfolio.

For more than a century, Kellogg Company has been dedicated to producing great-tasting, high-quality, nutritious foods that consumers around the world know and love. With 2009 sales of nearly \$13 billion, Kellogg Company is the world's leading producer of cereal, as well as a leading producer of convenience foods, including cookles, crackers, toaster pastries, cereal bars, frozen waffles and vegetarian foods. We market more than 1,500 products in over 180 countries, and our brands include such trusted names as Kellogg's, Keebler, Special K, Pop-Tarts, Eggo, Cheez-It, Nutri-Grain, Rice Krispies, Mother's, Morningstar Farms, Murray Sugar Free, Townhouse, All-Bran, Frosted Mini-Wheats, Club, Kashi, Bear Naked, Just Right, Guardian, Optivita, Chocos, Trésor, Frosties, Sucrilhos, Vector, Muslix and Zucaritas. We enter 2010 with a rich history of success and a steadfast commitment to continue delivering sustalnable and dependable growth In the future.

The Strength of K

Our people Committed to excellence, passionate about achieving our goals, eagerly embracing new challenges

Our strategy Focused and consistent, delivers sustainable and dependable performance

Our business model Resilient and proven, relevant in all economies, drives long-term health of the company

Our brands Recognized and loved around the world, In strong categories, responsive to advertising and brand building

In 2009, we delivered strong, high-quality results while continuing to build an even stronger Kellogg Company for the future. Kellogg grew internal net sales, operating profit and earnings per share at, or above, our long-term annual targets.

 We posted 3 percent growth In Internal Net Sales, driven by a particularly strong year in cereal and a solid year in snacks.

- We delivered a 10 percent improvement in Internal Operating Profit, reflecting the success of our cost savings and productivity initiatives.
- We generated \$3.16 Earnings per Share, a 13 percent Increase on a currencyneutral basis.
- We generated record cash flow of nearly \$1.3 billion.
- We fulfilled our commitment of returning cash to shareowners by increasing our dividend by 10 percent and returning nearly three-quarters of a billion dollars through dividends and share repurchases.

Throughout 2009, we continued to Invest In our strengths—building our brands in our core categories, spending effectively on brand-building advertising and marketing, innovating and renovating our products to meet our consumers' changing needs, and identifying and Implementing efficiencies and cost savings throughout our organization. This investment lays the groundwork for continued sustainable and dependable performance now and well into the future.

Our well-known and trusted brands are the strength of Kellogg. As a focused, branded food company, we provide a balanced portfolio of brands that reaches consumers around the world. The key to our success is in the way we strengthen our brands to keep them relevant, resonant and powerful with consumers. Consumers demand variety and convenience, and, now more than ever, value. Through leveraging the power of our brands and our proven ability to execute, we are dedicated to expanding our share in our categories.

As we enter 2010, we anticipate that the operating

environment will remain challenging for Kellogg, our retailers and our consumers. We will continue to execute our sustainable growth model and focused business strategy to deliver sustainable and dependable performance.



2009 NET SALES \$12.6 billion



KELLOGG COMPANY FINANCIAL HIGHLIGHTS

In 2009, we delivered strong, high-quality results while continuing to build an even stronger Kellogg Company for the future.

(dollars in millions, except per share data)	2009	2008 ^(a)	2007	2006	2005	2004 ^(a)	5-YR CAGR
Net sales Gross profit as a % of net sales	\$12,575 42.9%	\$12,822 41.9%	\$11,776 44.0%	\$10,907 44.2%	\$10,177 44.9%	\$9,614 44.9%	6%
Operating profit	\$ 2,001	\$ 1,953	\$ 1,868	\$ 1,766	\$ 1,750	\$1,681	4%
Net income attributable to Kellogg Company	\$ 1,212	\$ 1,148	\$ 1,103	\$ 1,004	\$ 980	\$ 891	6%
Basic per share amount	\$ 3.17	\$ 3.01	\$ 2.79	\$ 2.53	\$ 2.38	\$ 2.16	8%
Diluted per share amount	\$ 3.16	\$ 2.99	\$ 2.76	\$ 2,51	\$ 2,36	\$ 2.14	8%
Cash flow (net cash provided by operating activities, reduced by capital expenditures)(c)	\$ 1,266	\$ 806	\$ 1,031	\$ 957	\$ 769	\$ 950	6%
Dividends paid per share	\$ 1.43	\$ 1,30	\$ 1,20	\$ 1.14	\$ 1.06	\$ 1.01	7%

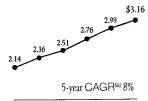
(a) Fiscal year includes a 53rd week. (b) CAGR = compounded annual growth rate. (c) Cash flow is defined as net cash provided by operating activities less capital expenditures. The Company uses this non-GAAP financial measure to focus management and investors on the amount of cash available for debt repayment, dividend distributions, acquisition opportunities and share repurchase. Refer to Management's Discussion and Analysis within the Form 10-K for reconciliation to the most comparable GAAP measure.

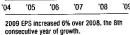
Total shareowner return on Kellogg shares for fiscal 2009 was 22%, ahead of the S&P Packaged Foods & Meats Index total return of 16%. Five-year cumulative annual return of Kellogg shares (35%) significantly outperforms both the Packaged Foods & Meats Index (13%) and the S&P 500 Index (2%).(b)

Advertising investment of nearly \$1,1 billion in 2009 continued our consistent and strong investment into building our brands. At approximately 9% of net sales, this Investment Is significantly above that of our peers in the packaged foods Industry.

Cost saving and efficiency programs In 2009 provided substantial progress toward our goal of \$1 billion in annual cost savings by the end of 2011. We now expect to exceed \$1 billion in savings over this threeyear period.

EARNINGS PER SHARE (\$) (diluted)







NET SALES (millions \$)



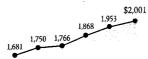
5-year CAGR(a) 6%

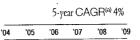
Net sales were strong again in 2009, despite

'06 '07 '08

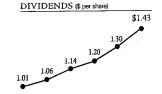
'05

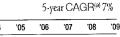
OPERATING PROFIT (millions \$)





Once again, we increased operating profit dollars cost-savings programs.





Dividends per share have increased 42% over the past 5 years.

Note: Fiscal years 2004 and 2008 include a 53rd week. | (a) CAGR = compounded annual growth rate. | (b) Assumes all dividends reinvested.

This fact sheet was designed to provide a brief overview of Kellogg Company. You can obtain a complete description of the Company, its operations and financial condition, including the Company's consolidated financial statements and annual reports by calling (269) 961-2800 or accessing http://investor.kelloggs.com.

This fact sheet may contain forward-looking statements, reflecting management's expectations regarding future events and operating performance and speaks only as of January 2, 2010. These forward-looking statements involve a number of risks and uncertainties. A list of the factors that could cause actual results to differ materially from those expressed in, or underlying, our forward-looking statements are detailed in the Company's annual (10-K) and quarterly (10-Q) reports filed with the Securities and Exchange Commission, This fact sheet should not be construed as an offer to buy or sell securities.

Direct Stock Purchase Program—Initial investment only \$50

NYSE ticker symbol:

Battle Creek, Michigan World headquarters: Web site: kelloggcompany.com

Data as of January 2, 2010

Employees: Shares outstanding: ~31.000 382 million

Estimated annual dividend:

\$1.50

Market capitalization: Long-term credit rating: \$20 billion A3/BBB+

Investor Relations Contact

Kathryn C. Koessel, Vice President, Investor Relations Kellogg Company, One Kellogg Square

Battle Creek, MI 49017

(269) 961-9089 I investor, relations@kellogg.com

http://investor.kelloggs.com

EXHIBIT G

Summary of Billing Sheets

FIRM	Atty/LC/PL	Rate	Hours	Total
WCCE				
	ММН	\$670.00	403.00	\$270,010.00
	GS	\$500.00	605.10	\$302,550.00
· · · · · · · · · · · · · · · · · · ·	SDS	\$395.00	30.10	\$11,889.50
	KC	\$375.00	51.20	\$19,200.00
	JSE - ASSOC	\$250.00	375.70	\$93,925.00
	JL - ASSOC	\$250.00	12.00	\$3,000.00
	JSE - LAW CLERK	\$180.00	129.60	\$23,328.00
	JL - LAW CLERK	\$180.00	60.60	\$10,908.00
	DSG	\$180.00	77.50	\$13,950.00
	AJ	\$180.00	326.20	\$58,716.00
	GMR	\$180.00	3.20	\$576.00
Totals for WCCE		\$100.00	2,074.20	\$808,052.50
			2,014.20	\$000,002.0
MAK				
	WK	\$650.00	59.75	\$38,837.50
	GW	\$500.00	896.00	\$448,000.00
	PF	\$350.00	6.75	\$2,362.50
	SA	\$350.00	1.25	\$437.50
	IM	\$300.00	231.25	\$69,375.00
	LAW CLERKS	\$125.00	53.50	\$6,687.50
Totals for MAK			1,248.50	\$565,700.00
NEWPORT TRIAL GROUP				
	SJF	\$750.00	82.50	\$61,875.00
	REB	\$350.00	108.35	\$37,922.50
	WJF	\$175.00	125.00	\$21,875.00
	JP	\$175.00	150.00	\$26,250.00
Totals for Newport Trial			465.85	\$147,922.50
BRUCE WHITMAN				
·	BW	\$670.00	303.60	\$203,412.00
Totals for Bruce Whitman			303.60	\$203,412.00
		ļ		
STATMAN, HARRIS		4070 00	2 (2	45.000.00
	AS	\$670.00	8.40	\$5,628.00
	JH	\$670.00	334.40	\$224,048.00
	RB	\$670.00	1.40	\$938.00
	FG	\$500.00		\$900.00
	CH	\$500.00	66.00	\$33,000.00
	WKL	\$450.00	56.40	\$25,380.00
	MN	\$395.00	343.20	\$135,564.00
	SA	\$395.00	64.70	\$25,556.50
	EH	\$375.00	89.80	\$33,675.00
	PT	\$180.00	98.80	\$17,784.00
	LS	\$180.00	53.54	\$9,637.20
Totals for Statman, Harris			1,118.44	\$512,110.70
		 		
		-		